File No	230664	Committee Item No. 4
		Board Item No.
	COMMITTEE	/BOARD OF SUPERVISORS

### AGENDA PACKET CONTENTS LIST

AGENDATIAGNET GONTENTO LIGIT		
Committee: Budget and Appropriations Committee Date June 14, 2023  Board of Supervisors Meeting Date		
Cmte Board		
Motion   Resolution   Ordinance   Legislative Digest   Budget and Legislative Analyst Report   Youth Commission Report   Introduction Form   Department/Agency Cover Letter and/or Report   MOU   Grant Information Form   Grant Budget   Subcontract Budget   Contract/Agreement   Form 126 – Ethics Commission   Award Letter   Application   Public Correspondence		
OTHER (Use back side if additional space is needed)		
MYR Budget Submission Letter 6/1/2023  MYR Trailing Legislation List  MYR Interim Exceptions 6/1/2023  MYR Notice of Transfer of Functions 6/1/2023  MYR 30-Day Waiver Request  Presidential Action Memo - 30-Day Waiver 6/5/2023  FYI Referral 6/6/2023  FYI Referral SBC 6/6/2023		
Completed by: Brent Jalipa Date June 7, 2023 Completed by: Brent Jalipa Date		

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1	[Business and Tax Regulations Code - Waiver of Permit, License, and Business Registra Fees for Certain Small Businesses]
2	rees for Certain Chiaii Businessesj
3	Ordinance amending the Business and Tax Regulations Code to waive, retroactively to
4	July 1, 2023, certain first-year permit, license, and business registration fees for
5	specified small businesses that newly form or that open a new location; and refunding
6	any waived fees that have been paid to the City.
7	
8	NOTE: Unchanged Code text and uncodified text are in plain Arial font.
9	Additions to Codes are in <u>single-underline italics Times New Roman font</u> .  Deletions to Codes are in <u>strikethrough italics Times New Roman font</u> .
10	Board amendment additions are in double-underlined Arial font.  Board amendment deletions are in strikethrough Arial font.
11	<b>Asterisks (* * * *)</b> indicate the omission of unchanged Code subsections or parts of tables.
12	
13	Be it ordained by the People of the City and County of San Francisco:
14	
15	Section 1. Background, Purpose, and Findings.
16	(a) San Francisco is home to thousands of small businesses, employing hundreds of
17	thousands of workers. Small businesses are the lifeblood of our neighborhoods and our
18	communities. While many have managed to stay afloat during the COVID-19 pandemic and

(b) The City seeks a robust and equitable recovery that revives the small business sector, gets service and retail workers back to work, incentivizes the filling of ground floor commercial vacancies, reassures San Franciscans that neighborhood corridors are still there for them to gather, shop, and dine, and attracts visitors to enjoy all that is special and unique about our City.

economic downturn, adjust to quickly shifting guidelines and practices, and creatively promote

new ways of doing business, many have not, and have not survived.

- (c) In March 2021, the San Francisco Budget and Legislative Analyst issued a report estimating unpaid commercial rent in San Francisco through December 2020 due to the COVID-19 pandemic and related public health orders. The report estimated that, while non-payment of rent from retail chains had recovered slightly from spikes early in the pandemic, between 52% and 63% of small local businesses had not been able to pay rent in full, and unpaid commercial rent ranged from \$172 million to \$404 million, with almost all of that 89% to 98% owed by storefront retail, services, restaurants, and bars. Commercial eviction protections, lease renegotiations, and other strategies will allow some, but not all, of these small businesses to continue to operate.
- (d) Prior to the pandemic, neighborhoods across the City were already seeing a proliferation of vacant storefronts. To ensure vibrant commercial corridors, the City must focus not only on sustaining existing businesses but also on addressing vacancies. In order to lower the barriers that new businesses face before they open their doors, San Francisco voters passed Proposition H in November 2020, a package of commercial permit streamlining changes, and subsequent legislation expanded those streamlining changes. To further lower those barriers, complement the permit process changes, remove the financial barrier that City fees create for prospective small business owners, and support a full and fast recovery of the City's commercial corridors and small businesses, this ordinance will waive certain City first-year permit, initial license, and initial business registration fees for many new small businesses and certain first-year permit and initial license fees for many small businesses that open a new location.
- (e) Small businesses are an effective economic development pathway for communities of color and an alternative to minimum wage jobs for working class San Franciscans.

  According to a 2015 paper published by the Brookings Institution, "Business ownership can catalyze social mobility. . . . African American entrepreneurs are both more likely to move into

1	higher income groups than are African American nonentrepreneurs, [and] successful
2	entrepreneurship is correlated with wealth, savings, job satisfaction, and economic mobility."
3	A recent article by What Works Cities stated, "[S]mall business entrepreneurship has long
4	served as an important vehicle of economic mobility for families. In many immigrant
5	communities and communities of color, owning a business and hiring neighbors and
6	community members is a way to build wealth for their families and create vibrant
7	communities." Among its benefits, this ordinance will encourage and support small business
8	entrepreneurship in immigrant communities and communities of color, though its reach will be
9	broader and its impact will be across-the-board and citywide.
10	(f) The Board of Supervisors finds that it is reasonable and in the public interest to
11	waive first-year permit, license, and business registration fees for certain small businesses
12	whose business location is for commercial use.
13	
14	Section 2. Article 2 of the Business Regulations and Tax Code is hereby amended by
15	adding Section 76.3, to read as follows:
16	SEC. 76.3. WAIVER OF FIRST-YEAR PERMIT, LICENSE, AND BUSINESS REGISTRATION
17	<u>FEES.</u>
18	(a) <b>Definitions.</b> Unless otherwise defined in this Section 76.3, the terms used in this Section
19	shall have the meanings given to them in Article 6 of the Business and Tax Regulations Code, as
20	amended from time to time. For purposes of this Section 76.3, the following definitions shall apply:
21	"Business Registration Certificate" means a "registration certificate," as defined in
22	Section 852.2 of Article 12 of the Business and Tax Regulations Code, as may be amended from time to
23	<u>time.</u>
24	"Business Registration Fee" means the tax imposed under Article 12 of the Business and Tax
25	Regulations Code, as may be amended from time to time.

1	"City Departments" means the departments and agencies that issue any permit, license, or
2	Business Registration Certificate, including but not limited to the Planning Department, Department of
3	Building Inspection, Fire Department, Department of Public Works, Department of Public Health,
4	Police Department, Entertainment Commission, Office of Cannabis, and Office of the Treasurer and
5	<u>Tax Collector.</u>
6	"Commercial Use" means any non-residential use, other than a use at a business location
7	operated from a home or other residential location or for a short-term residential rental use, as that
8	term is defined in Section 41A.4 of Chapter 41A of the Administrative Code, as may be amended from
9	time to time.
10	"Gross Receipts Tax Return" means the return reporting taxes imposed by Article 12-A-1 of the
11	Business and Tax Regulations Code and filed in accordance with Article 6 of that Code.
12	"License Fees" means all license fees payable to the City, including but not limited to fees
13	payable to the City under Sections 76.1 and 76.2 of this Article 2, relating to the operation of a
14	business at a location that is for Commercial Use, but not including fees for licenses under
15	Chapter 94A of the Administrative Code, as may be amended from time to time.
16	"Permit Fees" means the fees payable to the City upon application for and issuance of any
17	permit, including but not limited to permits subject to Article 1 of the Business and Tax Regulations
18	Code, for the establishment, modification, and/or operation of a Commercial Use, but not including
19	fees for permits under Chapter 94A of the Administrative Code, as may be amended from time to time.
20	"Qualified Business" means either a Qualified New Business or a Qualified Business With New
21	<u>Location.</u>
22	"Qualified Business With New Location" means a person that (1) commences business at a new
23	business location that is for Commercial Use, as reported to the Tax Collector, after commencing
24	business within the City at a different location, and (2) reported \$5,000,000 or less in annual
25	San Francisco Gross Receipts or estimated San Francisco Gross Receipts on its most recently filed

1	Gross Receipts Tax Return, application for a Business Registration Certificate, or renewal of a
2	Business Registration Certificate.
3	"Qualified New Business" means a person that (1) applies for an initial Business Registration
4	Certificate in accordance with Section 856 of Article 12 of the Business and Tax Regulations Code,
5	(2) has \$5,000,000 or less in estimated San Francisco Gross Receipts for the calendar year in which
6	the person commences business within the City, and (3) has a registered business location that is for
7	Commercial Use as reported on the person's application for a Business Registration Certificate or any
8	update to that registration information provided to the Tax Collector. A "Qualified New Business"
9	shall not include a continuing business that applies for a new Business Registration Certificate as a
10	result of a change in its ownership or the form of how the business is held.
11	"San Francisco Gross Receipts" has the same meaning as used in Section 855 of Article 12 of
12	the Business and Tax Regulations Code.
13	(b) Waiver for Qualified New Businesses. All Permit Fees, initial License Fees, and the initial
14	Business Registration Fee shall be waived for each Qualified New Business as follows:
15	(1) Permit Fees and initial License Fees shall be waived, provided the Qualified New
16	Business has filed the application for the permit or initial license on or after July 1, 2023 and during
17	the one-year period beginning on the date the Qualified New Business commenced business within the
18	City, and the Qualified New Business has a Business Registration Certificate at the time it files the
19	application for the permit or initial license. The waiver in this Section 76.3(b)(1) shall not apply to
20	(A) any fees for the renewal of a license or (B) any fees collected by the City on behalf of any federal,
21	state, or other local government agency.
22	(2) The initial Business Registration Fee shall be waived, provided the Qualified New
23	Business has filed the application for an initial Business Registration Certificate in accordance with
24	Section 856 of Article 12 of the Business and Tax Regulations Code, and that application was filed on
25	

1	or after July 1, 2023. The waiver in this Section 76.3(b)(2) shall not apply to any fees for the renewal
2	of a Business Registration Certificate.
3	(c) Waiver for Qualified Businesses With New Location. All Permit Fees and initial License
4	Fees shall be waived for each Qualified Business With New Location. The waiver in this
5	Section 76.3(c) shall apply to applications for a permit or initial license filed by the Qualified Business
6	With New Location on or after July 1, 2023, provided the Qualified Business With New Location files
7	the application during the one-year period beginning on the date the Qualified New Business With New
8	Location commenced business at the new business location and has registered the new business
9	location with the Tax Collector no later than the time it files the application for the permit or initial
10	license, and shall apply only to Permit Fees and initial License Fees with respect to that new business
11	location. The waiver in this Section 76.3(c) shall not apply to (1) any fees for the renewal of a license,
12	and (2) any fees collected by the City on behalf of any federal, state, or other local government agency.
13	(d) Repayment of Waived Fees.
14	(1) If the Tax Collector determines, based on any information in the Tax Collector's
15	possession or that may come into the Tax Collector's possession, that a person claiming a waiver under
16	subsection (b) or (c) of this Section 76.3 was not entitled to that waiver, the Tax Collector shall issue a
17	determination to such person voiding the waiver, and demanding payment of the unpaid Permit Fees,
18	License Fees, and/or Business Registration Fee, plus penalties and interest accruing on such fees under
19	Business and Tax Regulations Code Section 6.17-1.1, calculated based on the original due date of the
20	applicable fee. Such notice shall be issued under the rules in Section 6.11-2(b) and (c) of the Business
21	and Tax Regulations Code.
22	(2) Except in the case of fraud, or in the case of an intent to evade the Business and Tax
23	Regulations Code or rules and regulations issued or promulgated by the Tax Collector, in all of which
24	cases there is no statute of limitations, every Tax Collector determination under this Section 76.3(d)
25	shall be served within three years after the date that the person claimed the waiver under subsection (b)

1	or (c) of this Section 76.3. The person may agree in writing to extend this three-year period for service
2	of a notice of a determination.
3	(3) All Tax Collector determinations under this Section 76.3(d) shall be final and are
4	immediately due and payable to the Office of the Treasurer and Tax Collector. Any person that wishes
5	to challenge a Tax Collector determination under this Section 76.3(d) must pay the Permit Fees,
6	License Fees, Business Registration Fees, penalties, and interest due, and file a claim for refund with
7	the Controller under California Government Code Sections 900 et seq.
8	(e) Revocation of Fee Waiver.
9	(1) If a Qualified Business has more than \$15,000,000 in San Francisco Gross Receipts
10	in the calendar year of, or in any tax year during the three full-year tax years following, the date the
11	Qualified Business commenced business within San Francisco or opened a new business location for
12	Commercial Use, as applicable, any waiver under subsection (b) or (c) of this Section 76.3 shall be
13	revoked retroactively for that Qualified Business.
14	(2) The Tax Collector shall issue a determination that the Qualified Business exceeded
15	the \$15,000,000 threshold in Section 76.3(e)(1), which determination may be based on the Qualified
16	Business's Gross Receipts Tax Return or any other information in the Tax Collector's possession or
17	that may come into the Tax Collector's possession. Such notice shall be issued under Section 6.11-2(b)
18	and (c) of the Business and Tax Regulations Code.
19	(3) Except in the case of fraud, or in the case of an intent to evade the Business and Tax
20	Regulations Code or rules and regulations issued or promulgated by the Tax Collector, or in the case
21	of failure to file a Gross Receipts Tax Return for the tax year in which the Qualified Business exceeded
22	the \$15,000,000 threshold, in all of which cases there is no statute of limitations, every Tax Collector
23	determination under this Section 76.3(e) shall be served within three years after the date that a Gross
24	Receipts Tax Return was due for the tax year in which the Qualified Business exceeded the \$15,000,000
25	

1	threshold or three years after that return was filed for that period, whichever is later. The Qualified
2	Business may agree in writing to extend this three-year period for service of a notice of determination.
3	(4) A Qualified Business may petition the Tax Collector for a redetermination of the
4	determination issued under this Section 76.3(e) under Business and Tax Regulations Code
5	Sections 6.13-1 through 6.13-6. The full amount of any Permit Fees, License Fees, and/or Business
6	Registration Fee waived under subsection (b) or (c) of this Section 76.3 and revoked under this
7	Section 76.3(e) shall be due and payable without interest by the Qualified Business to the Office of the
8	Treasurer and Tax Collector upon the later of the expiration of the period for filing a petition for
9	redetermination under Section 6.13-1 and the date the Tax Collector's decision on a timely filed
10	petition for redetermination becomes final under Section 6.13-4.
11	(5) A Qualified Business that fails to pay the Permit Fees, License Fees, and/or
12	Business Registration Fee due and payable by the due date under Section 76.3(e)(4) shall be treated as
13	delinquent and subject to the penalties and interest in Business and Tax Regulations Code
14	Section 6.17-1.1, calculated commencing on the payment due date under this Section 76.3(e)(4).
15	(f) Administration. City Departments shall implement the waiver of fees under subsections (b)
16	and (c) of this Section 76.3 and the refunding of any fees under subsection (g) of this Section 76.3.
17	(g) Refunds. Any fee waived under subsection (b) or (c) of this Section 76.3 that has been
18	collected by the City shall be refunded, without interest, upon request of the payer of the fee. Any
19	refund request under this Section 76.3(g) must be filed in writing with the Tax Collector within one
20	year of payment of the fee.
21	(h) Effect of Fee Waiver.
22	(1) Notwithstanding Article 1 and Article 2 of the Business and Tax Regulations Code,
23	the failure of a person to pay any Permit Fees and/or License Fees waived under subsection (b) or (c)
24	of this Section 76.3 shall not preclude the person from continuing to do or perform the act or carry on
25	the business, trade, profession, or calling for which City law requires the permit or license.

1	(2) The waiver of a person's Business Registration Fee under subsection (b) of this
2	Section 76.3 shall not relieve a person from the registration and other applicable requirements under
3	Articles 6 and 12 of the Business and Tax Regulations Code, except for the payment of that person's
4	waived Business Registration Fee. If a person satisfies the registration and other applicable
5	requirements under Articles 6 and 12 of the Business and Tax Regulations Code, except for the
6	payment of any waived Business Registration Fee, such person shall be treated for all purposes as if
7	they had paid the Business Registration Fee.
8	(i) Information Collection and Reporting. The Tax Collector shall collect information on the
9	number of Qualified Businesses by supervisorial district that received a waiver of one or more fees
10	under subsections (b) and (c) of this Section 76.3, the business activity codes under the North American
11	Industry Classification System of those Qualified Businesses by supervisorial district, and the fees and
12	total amounts waived in the aggregate. Commencing with a report filed no later than April 15, 2024,
13	covering the period July 1, 2023 through December 31, 2023, the Tax Collector shall submit annually a
14	report to the Board of Supervisors for the prior calendar year no later than April 15 following that
15	<u>calendar year.</u>
16	(j) The waiver of fees provided by this Section 76.3 shall expire by operation of law at the end
17	of the day on June 30, 2028. By December 31, 2029, the City Attorney shall cause the Section 76.3 to
18	be removed from the Business and Tax Regulations Code.
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1	Section 3. Article 12 of the Business Regulations and Tax Code is hereby amended by
2	revising Section 855, to read as follows:
3	SEC. 855. REGISTRATION CERTIFICATE – FEE.
4	* * * *
5	(b) Fee for Registration Years Beginning On or After July 1, 2021.
6	(1) General Rule. Except as otherwise provided in this Section 855 and
7	Section 856 of this Article 12, and Section 76.3 of Article 2 of this Code, the annual fee for
8	obtaining a registration certificate, for the registration years beginning on or after July 1, 2021
9	payable in advance, shall be as follows:
10	* * * *
1	(2) Fee for Retail Trade, Wholesale Trade, and Certain Services. Except as
2	otherwise provided in this Section 855 and Section 856 of this Article 12, and Section 76.3 of
13	Article 2 of this Code, for registration years beginning on or after July 1, 2021, the annual fee
14	for obtaining a registration certificate, payable in advance, for a person or combined group
15	that was required to report all of its gross receipts pursuant to Section 953.1 of Article 12-A-1
16	for the preceding tax year, shall be as follows:
17	* * * *
8	(d) Fee for Persons Subject to Administrative Office Tax. Except as otherwise
19	provided in this Section 855 and Section 856 of this Article 12, and Section 76.3 of Article 2 of
20	this Code, the annual fee for obtaining a registration certificate, payable in advance, for a
21	person or combined group that was required to pay the Administrative Office Tax under
22	Section 953.8 of Article 12-A-1 for the preceding tax year, shall be as follows:
23	* * * *
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1	Section 4. Effective Date; Retroactivity.
2	(a) This ordinance shall become effective 30 days after enactment. Enactment occurs
3	when the Mayor signs the ordinance, the Mayor returns the ordinance unsigned or does not
4	sign the ordinance within ten days of receiving it, or the Board of Supervisors overrides the
5	Mayor's veto of the ordinance.
6	(b) Upon the effective date of this ordinance, this ordinance shall be retroactive to
7	July 1, 2023.
8	
9	Section 5. Severability. If any section, subsection, sentence, clause, phrase, or word
10	of this ordinance, or any application thereof to any person or circumstance, is held to be
11	invalid or unconstitutional by a decision of a court of competent jurisdiction, such decision
12	shall not affect the validity of the remaining portions or applications of this ordinance. The
13	Board of Supervisors hereby declares that it would have passed this ordinance and each and
14	every section, subsection, clause, phrase, and word not declared invalid or unconstitutional
15	without regard to whether any other portion of this ordinance or application thereof would be
16	subsequently declared invalid or unconstitutional.
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1	Section 6. Scope of Ordinance. In enacting this ordinance, the Board of Supervisors
2	intends to amend only those words, phrases, paragraphs, subsections, sections, articles,
3	numbers, letters, punctuation marks, charts, diagrams, and any other constituent parts of the
4	Business and Tax Regulations Code that are explicitly shows in this ordinance as additions,
5	deletions, Board amendment additions, and Board amendment deletions in accordance with
6	the "Note" that appears under the official title of the ordinance.
7	
8	APPROVED AS TO FORM:
9	DAVID CHIU, City Attorney
10	By: /s/
11	KERNE H. O. MATSUBARA Deputy City Attorney
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### **LEGISLATIVE DIGEST**

[Business and Tax Regulations Code - Waiver of Permit, License, and Business Registration Fees for Certain Small Businesses]

Ordinance amending the Business and Tax Regulations Code to waive, retroactively to July 1, 2023, certain first-year permit, license, and business registration fees for specified small businesses that newly form or that open a new location; and refunding any waived fees that have been paid to the City.

#### **Existing Law**

In 2021, the Board of Supervisors established a pilot program, commonly referred to as "First Year Free," which waived initial registration fees, initial license fees, and permit fees for certain new small businesses, through October 31, 2022. The "First Year Free" program also waived initial license fees and permit fees for certain small businesses with a new location in the City, through October 31, 2022. The waiver was limited to specified commercial uses and required that the business be located on the ground floor. The small business ceiling was \$2,000,000 in annual San Francisco gross receipts, and if the business had more than \$10,000,000 in San Francisco gross receipts in any year through its third full year after commencing business in San Francisco or opening a new business location in San Francisco, the waiver would be revoked retroactively and the business would be required to remit to the City any waived fee amounts.

In 2022, the Board of Supervisors extended the "First Year Free" program through June 30, 2023 and expanded that program by (1) increasing from \$2,000,000 to \$5,000,000 the maximum San Francisco gross receipts permissible for a business to qualify for the waiver; (2) removing the requirement that the business be located on the ground floor; (3) expanding the business types that qualify for the waiver to include all commercial uses; and (4) increasing from \$10,000,000 to \$15,000,000 the San Francisco gross receipts above which the waiver would be retroactively revoked.

### Amendments to Current Law

This ordinance would further extend the "First Year Free" program, with modifications, for five years and codify that program in Article 2 of the Business and Tax Regulations Code. This ordinance would waive, retroactively to July 1, 2023, permit, initial license, and initial business registration fees for businesses that have estimated first-year San Francisco gross receipts of \$5,000,000 or less, have a registered business location that is for commercial use other than for a home-based business or short-term residential rental use, and have actual San Francisco gross receipts of \$15,000,000 or less in the calendar year of, or in any calendar year during the three full calendar years following, the date the business commenced business within San Francisco.

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This ordinance also would waive, retroactively to July 1, 2023, permit and initial license fees for businesses that open a location in the City for commercial use other than for a home-based business or short-term residential rental use, reported San Francisco gross receipts of \$5,000,000 or less on its most recent return, and have actual San Francisco gross receipts of \$15,000,000 or less in the calendar year of, or in any calendar year during the three full calendar years following, the date the business opened the new location. The waiver would apply only to the new location.

A home-based business is defined as a business operated from a home or other residential location. A short-term residential rental use is as defined in Section 41A.4 of Chapter 41A of the Administrative Code (residential unit conversion and demolition).

This ordinance would require the Tax Collector to refund any waived fees paid to the City, if the fee payer files a written request with the Tax Collector within one year of payment. This ordinance also would establish procedures for the administration of the waiver. The waiver would sunset on June 30, 2028.

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### OFFICE OF THE MAYOR SAN FRANCISCO





To: Angela Calvillo, Clerk of the Board of Supervisors

From: Anna Duning, Mayor's Budget Director

Date: June 1, 2023

Re: Mayor's FY 2023-24 and FY 2024-25 Budget Submission

#### Madam Clerk,

In accordance with City and County of San Francisco Charter, Article IX, Section 9.100, the Mayor's Office hereby submits the Mayor's proposed budget by June 1<sup>st</sup>, corresponding legislation, and related materials for Fiscal Year (FY) 2023-24 and FY 2024-25.

In addition to the Mayor's Proposed FY 2023-24 and FY 2024-25 Budget Book, the following items are included in the Mayor's submission:

- The Annual Appropriation Ordinance and Annual Salary Ordinance, along with Administrative Provisions
- The proposed budget for the Office of Community Investment and Infrastructure for FY 2023-24
- The Airport Annual Salary Ordinance Supplemental for FY 2023-24
- The Port of San Francisco Annual Salary Ordinance Supplemental for FY 2023-24 and Annual Appropriation Ordinance Supplemental for FY 2023-24
- The Public Utilities Commission Capital Budget for FY 2023-24 and Annual Appropriation Ordinance Supplemental for FY 2023-24
- 34 separate pieces of trailing legislation (see list attached)
- A Transfer of Function letter detailing the transfer of positions from one City department to another
- An Interim Exception letter
- A letter addressing funding levels for nonprofit corporations or public entities for the coming two fiscal years
- Memo to the Board President requesting for 30-day rule waivers on ordinances

Please note the following:

• Technical adjustments to the June 1 budget are being prepared, but are not submitted with this set of materials.

Sincerely

Anna Duning

Mayor's Budget Director

cc: Members of the Board of Supervisors

Budget & Legislative Analyst's Office

Controller

DEPT Item		Description	Type of Legislation	File #	
ADM	Code Amendment	Amending the Administrative Code to eliminate the Annual Joint Fundraising Drive	Ordinance	230648	
ADM	Code Amendment	Amending the Administrative and Environment Codes to reduce reporting burdens, so as to update insurance manuals when requested or necessary, instead of on an annual basis, and eliminating some scheduled reports		230647	
ADM	Code Amendment	Amending the Administrative Code relating to Technology Commodities and Services Procurements, to eliminate the Tech Marketplace fee	Ordinance	230649	
ADM	Continuing Prop J	City Administrator's Office convention facility management services, Real Estate custodial services, and Fleet and Real Estate security services	Resolution	230672	
BOS	Continuing Prop J	Board of Supervisors Budget and Legislative Analyst Services for FY 2023-24	Resolution	230672	
CON	Access Line Tax (ALT) Tax Rates	Sets Access Line Tax in line with 2023 Consumer Price Index. Revenues assumed in budget.	Ordinance	230676	
CON	Neighborhood Beautification Fund	Neighborhood Beautification and Graffiti Clean-Up Fund Option (now known as the Community Challenge Grant Program)	Ordinance	230668	
DBI	Department of Building Inspection Fee Changes	Changing the fee structure for DBI fees that are charged for permitting and inspection	Ordinance	230658	
DEC	Early Care and Education Commercial Rents Tax Baseline	Amending the baseline funding requirements for early care and education programs to enable the City to use Early Care and Education Commercial Rents Tax revenues for those programs	Ordinance	230661	
DEC	Early Care and Education, Commercial Rents Tax Deductions	Amending the Business and Tax Regulations Code relating to the Early Care and Education Commercial Rents Tax Sublessor Deduction	Ordinance	230660	
DEM	EMSA Fee Changes	Updating medical services fees due to annual adjustments for the purposes of funding trauma and pediatric centers. Fees also required for certain additional services.	Ordinance	230659	

DPH	Patient Rates	Amending the Health Code to set patient rates and rates for other services provided by the Department of Public Health.	Ordinance	230662
DPH	Recurring State Grants	Accept and expend for annual, recurring state grant funds.	Resolution	230677
DPH	Managed Care Rates	Amending the Health Code to set managed care rates provided by the Department of Public Health.	Ordinance	230650
DPH	Public Health Foundation MOU	MOU between DPH and San Francisco Public Health Foundation to establish roles and responsibilities for purposes of fundraising and capital projects	Resolution	230673
DPH	Hospital Foundation MOU	MOU between DPH and San Francisco General Hospital Foundation to establish roles and responsibilities for purposes of fundraising and capital projects	Resolution	230674
DPH	Mobile Crisis Grant	Grant agreement between DPH and Advocates for Human Potential Inc. for anticipated revenue that support behavioral health mobile crisis and non-mobile crisis services	Resolution	- 230679
DPH	Continuing Prop J	Department of Public Health Security Services	Resolution	230672
DPW	Continuing Prop J	Department of Public Works Security Services for FY 2023-24	Resolution	230672
ECN	Contract Amendment - MidMarket Foundation	Contract amendment to reflect budgeted funding levels for the Mid-Market Foundation - Mid- Market/Tenderloin Community- Based Safety Program	Resolution	230681
ECN	Contract Amendment – San Francisco Tourism Improvement District Management Corporation	Contract amendment to reflect budgeted funding levels for the San Francisco Tourism Improvement District Management Corporation – Downtown Welcome Ambassador		230680
ECN	Film Commission Fee Changes	Increase of filming fees for the SF Film Commission	Ordinance	230651
НОМ	CAAP Legislation	Annual legislation for CAAP housing, required if appropriations for HSH fund exceed \$11.9 million, including expenditure details and explanation of benefits provided	Resolution	230675
HOM	Continuing Prop J	Homelessness and Supportive Housing security services	Resolution	230672

HSA	Continuing Prop J	Human Services Agency Security Services for FY 2023-24	Resolution	230672
HSH/ DPH	Funding Reallocation - Our City, Our Home Homelessness Gross Receipts Tax  Ordinance reallocating approximately \$60,000,000 in unencumbered revenues from the Our City, Our Home Fund to allow the City to use revenues from the Homelessness Gross Receipts Tax to provide services to prevent homelessness.		Ordinance	230657
LIB	Friends of the Library A&E	Annual Accept & Expend legislation for the SFPL's Friends of the Library Fund	Resolution	230678
MOHCD	Continuing Prop J	Mayor's Office of Housing and Community Development security services for undeveloped real property	Resolution	230672
OCII -	OCII Interim Budget Resolution	OCII Interim Budget Resolution	Resolution	230670
6 1	Citywide Tax Changes	Gross Receipts Tax Rate Increase Postponement and Credits for Opening City Location	Ordinance (Introduced)	File No. 230155
REG	Continuing Prop J	Department of Elections Envelope Assembly Services for FY 2023- 24	Resolution	230672
REG	Ballot Arguments Opt-Out	Legislation for CCSF opt out of arguments on ballots required in AB 1416	Ordinance	230663
SHF	Continuing Prop J	Sheriff's Department County Jails Food Services for FY 2023-24	Resolution	230672
TTX	First Year Free	Continues waiving certain small business first-year permit, license, and business registration fees	Ordinance	230664

#### BOARD of SUPERVISORS



City Hall
1 Dr. Carlton B. Goodlett Place, Room 244
San Francisco 94102-4689
Tel. No. (415) 554-5184
Fax No. (415) 554-5163
TDD/TTY No. (415) 554-5227

### MEMORANDUM

TO: José Cisneros, City Treasurer, Office of the Treasurer and Tax Collector

FROM: Brent Jalipa, Assistant Clerk, Budget and Appropriations Committee

DATE: June 6, 2023

SUBJECT: PROPOSED ORDINANCE INTRODUCED

The Board of Supervisors' Budget and Appropriations Committee has received the following proposed Ordinance, introduced by Mayor London Breed:

File No. 230664

Ordinance amending the Business and Tax Regulations Code to waive, retroactively to July 1, 2023, certain first-year permit, license, and business registration fees for specified small businesses that newly form or that open a new location; and refunding any waived fees that have been paid to the City.

If you have any comments or reports to be included with the file, please forward them to me at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102.

c: Amanda Kahn Fried, Office of the Treasurer and Tax Collector

#### **BOARD of SUPERVISORS**



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### MEMORANDUM

TO: Katy Tang

Small Business Commission, City Hall, Room 448

FROM: Brent Jalipa, Assistant Clerk

**Budget and Appropriations Committee** 

DATE: June 6, 2023

SUBJECT: REFERRAL FROM BOARD OF SUPERVISORS

**Budget and Appropriations Committee** 

The Board of Supervisors' Budget and Appropriations Committee has received the following proposed legislation, introduced by Mayor London Breed, which is being referred to the Small Business Commission for comment and recommendation.

File No. 230664

Ordinance amending the Business and Tax Regulations Code to waive, retroactively to July 1, 2023, certain first-year permit, license, and business registration fees for specified small businesses that newly form or that open a new location; and refunding any waived fees that have been paid to the City.

Please return this cover sheet with the Commission's response to Brent Jalipa, Budget and Appropriations Clerk, by email to: brent.jalipa@sfgov.org.

RESPONSE FROM SMALL BUSINESS COMMISSION - Date:

\_\_\_\_ No Comment
\_\_\_ Recommendation Attached

Chairperson, Small Business Commission

## Office of the Mayor San Francisco



### LONDON N. BREED Mayor

To: Aaron Peskin, President of the Board of Supervisors

From: Anna Duning, Mayor's Budget Director

Date: June 1, 2023

Re: 30-Day Waiver Requests

#### President Peskin,

The Mayor's Office Respectfully requests 30-day hold waivers for the following pieces of trailing legislation:

- Administrative Code Annual Joint Fundraising Drive
- Administrative and Environment Code Reporting Requirements
- Administrative Code Technology Commodities and Procurement
- Resolution Adjusting the Access Line Tax with the Consumer Price Index of 2023
- Neighborhood Beautification and Graffiti Clean-up Fund Tax Designation Ceiling
- Building Code Permitting and Inspection Fees
- Business and Tax Regulations Code Early Care and Education Commercial Rents Tax Sublessor Deduction
- Business and Tax Regulations Code Early Care and Education Commercial Rents Tax Baseline
- Business and Tax Regulations Code Emergency Medical Services Fees
- Health Code Patient Rates
- Accept and Expend Grants Recurring State Grant Funds Department of Public Health FY 2023-2024
- Health Code Managed Care Rates
- Administrative Code Filming Fees for the SF Film Commission
- Homelessness and Supportive Housing Fund FYs 2023-2023 and 2024-2025 Expenditure Plan
- Accept and Expend Grants Recurring Grant Funds San Francisco Public Library Friends of the Library Fund – FY 2023-2024
- Office of Community Investment and Infrastructure, operating as a Successor Agency to the San Francisco Redevelopment Agency, Fiscal Year 2023-2024 Interim Budget
- Municipal Elections Code Ballot Arguments Opt-Out
- Business and Tax Regulations Code Waiving first-year permit, license, and business registration fees
- Business and Tax Regulations Code Our City, Our Home Homelessness Gross Receipts Tax
- Administrative Code Minimum Compensation Ordinance

Should you have any questions, please contact Tom Paulino at 415-554-6153.

Sincerely,

Anna Duning

Mayor's Budget Director

SAN FRANCISCO 2023 JUN - 1 PM 3: 01

1 DR. CARLTON B. GOODLETT PLACE, ROOM 200 SAN FRANCISCO, CALIFORNIA 94102-4681 TELEPHONE: (415) 554-6141

### President, District 3 BOARD of SUPERVISORS



### City Hall 1 Dr. Carlton B. Goodlett Place, Room 244 **San Francisco, CA 94102-4689**

Tel. No. 554-7450 Fax No. 554-7454 TDD/TTY No. 544-6546

### **Aaron Peskin**

PRESIDENT	TIAL ACTION
Date:	
To: Angela Calvillo, Clerk of the	Board of Supervisors
Madam Clerk, Pursuant to Board Rules, I am hereby:	
Waiving 30-Day Rule (Board Rule No. 3.2	23)
File No.	
Title.	(Primary Sponsor)
Transferring (Board Rule No 3.3)  File No.  Title.	(Primary Sponsor)
From:	Committee
To:	Committee
Assigning Temporary Committee Ap	ppointment (Board Rule No. 3.1)
Supervisor:	Replacing Supervisor:
For:	Meeting
(Date)	(Committee)
Start Time: End Time	
Temporary Assignment: Parti	ial Full Meeting
	Oa Il.
	Aaron Peskin, President

Board of Supervisors

# **Board of Supervisors Legislation Introduced**

	Legislation Introductions - 6/6/23					
	Requests or					
Number		File No.	Sponsor	File Type	Description	
					Proposed Interim Budget and Annual Appropriation	
	30-Day	230642	Mayor	0	Ordinance (AAO)	
	30-Day	230643	Mayor	0	Proposed Interim Annual Salary Ordinance (ASO)	
	·					
	30-Day	230644	Mayor	О	Proposed Budget and Annual Appropriation Ordinance (AAO)	
	30-Day	230645	Mayor	0	Proposed Annual Salary Ordinance (ASO)	
	30 Day		· · · · · · · · · · · · · · · · · · ·			
	, Waiver	230646	Mayor	О	Admin Code - Minimum Compensation Ordinance	
	30 Day		- 1 -			
	, Waiver	230647	Mayor	О	Admin & Environment Codes - Reducing Reporting Burdens	
	30 Day	200011			The state of the s	
	Waiver	230648	Mayor	0	Admin Code - Eliminating Annual Joint Fundraising Drive	
	30 Day	2500.0	ayo.		Admin Code - Technology Commodities and Services	
	Waiver	230649	Mayor	0	Procurements	
	30 Day	230043	iviayor		rocarements	
	Waiver	230650	Mayor	0	Admin Code - DPH Managed Care Contracts	
	30 Day	230030	Iviayor		Admir code Diff Managed care contracts	
	Waiver	230651	Mayor	0	Admin Code - Film Commission Programs	
	vvaivei	230031	Iviayoi	0	Appropriation - \$124,020,472 in Proceeds from Revenue	
					Bonds, Hetch Hetchy Revenue, Cap and Trade Allowance - FY	
	30-Day	230652	Mayor	0	2023-24	
	30-Day	230032	iviayoi	0	Appropriation - Proceeds from CleanPowerSF Revenue and	
					CPUC Grant Funds for CleanPowerSF Capital Improvements -	
	30 Days	220052	Marray		\$1,607,220 - FY2023-24	
	30-Day	230653	Mayor	0	Appropriation - \$332,278,006 in Proceeds from Revenue	
	30 Days	220054	Marray		Bonds, State Loan or Grant Funds, Water Revenues, and	
	30-Day	230654	Mayor	0	Water Capacity Fees - FY2023-24 Appropriation - Proceeds from Revenue Bonds, State Loans or	
					Grant Funds, Wastewater Revenues, and Wastwater Capacity	
					Fees for Wastwater Capital Improvements - \$1,142,597,402 -	
	30 Days	220055	Marray			
	30-Day	230655	Mayor	0	FY2023-24 Appropriation - Port Commission - \$501,908 - PUC -	
	20 day	220656	D. 4			
	30-day	230656	Mayor	0	\$97,057,341 - FY2023-24	
	30 Day	220655	D.4		Funding Reallocation - Our City, Our Home Homelessness	
	Waiver	230657	Mayor	0	Gross Receipts Tax	
	30 Day	220650	N.4		Duilding Code Food	
	Waiver	230658	Mayor	0	Building Code - Fees	
	30 Day	220656	D.4		Business & Tax Regulations, Health Codes - Emergency	
	Waiver	230659	Mayor	0	Medical Services Fees	
	30 Day	220660	N.4		Business & Tax Regulations Code - Early Care and Education	
	Waiver	230660	Mayor	0	Commerical Rents Tax Sublessor Deduction	
	30 Day	222551			Business & Tax Regulations Code - Early Care and Education	
	Waiver	230661	Mayor	0	Commerical Rents Tax Baseline	
	30 Day					
	Waiver	230662	Mayor	0	Health Code - Patient Rates for FY 2023-24 and 2024-25	
	30 Day				Municipal Elections Code - Supporters and Opponents in	
	Waiver	230663	Mayor	0	Ballot Questions for Local Measures	
	A.C. =					
	30 Day				Business & Tax Regulations Code - Waiver of Permit, License,	
	Waiver	230664	Mayor	0	and Business Registration Fees for Certain Small Businesses	

# **Board of Supervisors Legislation Introduced**

	Legislation Introductions - 6/6/23						
	Requests or						
Number	IA	File No.	Sponsor	File Type	Description		
					SFPUC Water Revenue Bond and Other Forms of		
	30-Day	230665	Mayor	0	Indebtedness Issuance - NTE \$358,985,453		
					SFPUC Wastewater Revenue Bond Issuance - NTE		
	30-Day	230666	Mayor	0	\$1,047,288,286		
					SFPUC Power Revenue Bond and Other Forms of		
	30-Day	230667	Mayor	0	Indebtedness Issuance - NTE \$41,031,367		
	30 Day				Neighborhood Beautification and Graffiti Clean-Up Fund Tax		
	Waiver	230668	Mayor	0	Designation Ceiling		
					Public Employment - Amendment to the Salary Ordinance for		
	30-Day	230669	Mayor	0	the Port Commission and the Airport Commission - FY2023-24		

### OFFICE OF THE MAYOR SAN FRANCISCO



### LONDON N. BREED MAYOR

TO: Angela Calvillo, Clerk of the Board of Supervisors FROM: Tom Paulino, Liaison to the Board of Supervisors

RE: Business and Tax Regulations Code - Waiver of Permit, License, and Business

Registration Fees for Certain Small Businesses

DATE: June 1, 2023

Ordinance amending the Business and Tax Regulations Code to waive, retroactively to July 1, 2023, certain first-year permit, license, and business registration fees for specified small businesses that newly form or that open a new location; and refunding any waived fees that have been paid to the City.

Should you have any questions, please contact Tom Paulino at 415-554-6153.